

ON-SITE SYSTEMS, INC.
A PUBLIC UTILITY CO.

100 MAR 8 AM 8 00

March 6, 2000

EXECUTIVE SECRETARY

Mr. David Waddell
Executive Secretary
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

00-00198

RE: Petition to amend Certificate of Convenience and Necessity

Dear Mr. Waddell:

On-Site Systems Inc. desires to expand its service area to include a development in Sevier County, known as Ussery #1. The attached Petition is in support of our request.

Sincerely,



Charles Pickney, Jr., President
On-Site Systems, Inc.

7638 River Road Pike Nashville TN 37209-5733
(615) 356-7294 Fax (615) 356-7295

POSTED
38-00D

**BEFORE THE TENNESSEE REGULATORY AUTHORITY
NASHVILLE, TENNESSEE**

_____, 2000

**IN RE: PETITION OF ON-SITE SYSTEMS, INC. TO AMEND ITS
CERTIFICATE OF CONVENIENCE AND NECESSITY**

DOCKET No. _____

00-00198

Petition of On-Site Systems, Inc.
to amend its Certificate of Convenience and Necessity

On-Site Systems, Inc. ("On-Site") petitions the Tennessee Regulatory Authority ("TRA") to amend On-Site's Certificate of Convenience and Necessity to expand its service area to include a portion of Sevier County known as the Ussery #1 Development. It is located off of Backhome Way (see Exhibit "A"). The development will supply its own water. The Sevier County Government, has no desire to provide sewer service to this area. (See attached letter.)

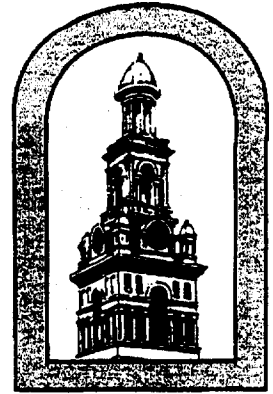
The proposed service area is comprised of approximately 20 acres.

Respectfully submitted,



Charles Pickney, Jr., President
On-Site Systems, Inc.

POSTED
3800



SEVIER COUNTY

LARRY WATERS
County Executive

Room 201E
125 Court Avenue
Sevier County Court House
Sevierville, Tennessee 37862
Office: (423) 453-6136
Home: (423) 436-4796
FAX: (423) 453-6830

February 10, 2000

Mr. Michael Hines, M.S., P.E.
Principal
Southeast Environmental Engineering, LLC.
1920 Breezy Ridge Trail
Concord, Tennessee 37922

Dear Mr. Hines,

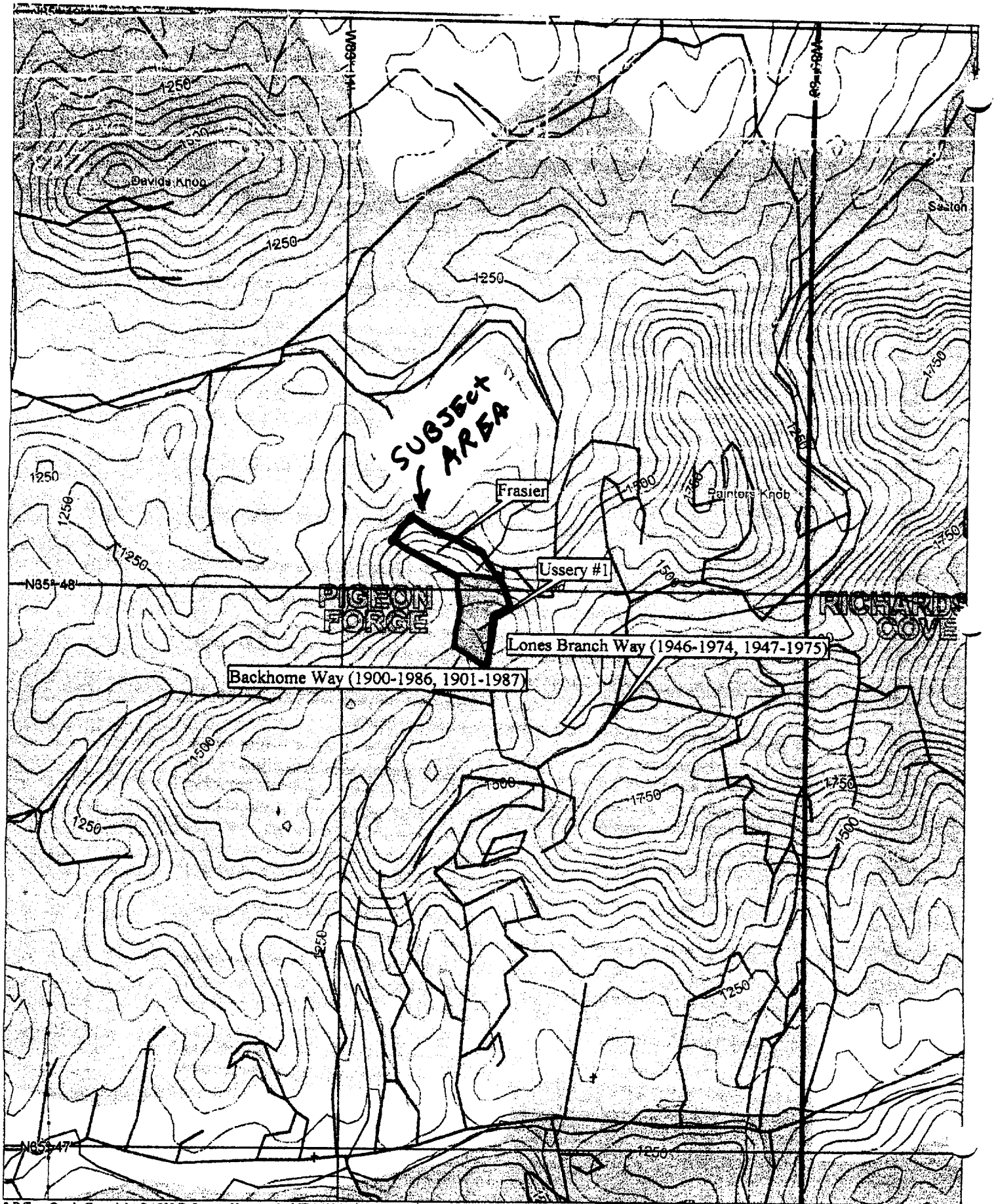
In response to your letter and verbal requests, Sevier County does not provide sewage collection, treatment and disposal services to the Eagle Crest Resorts, Hidden Springs Resorts, or Ussery #1 properties. If you have additional questions, please call me.

Sincerely,

A handwritten signature in cursive script, appearing to read "Larry Waters", is positioned above the printed name.

Larry Waters
County Executive

LW/sm



On- Site Systems, Inc.
Sewer Service Billing Structure
Ussery #1 Development
Sevier Co.

Residential Sewer Rate

	<u>Monthly Charge</u>	<u>Amount to be Escrowed</u>	<u>Reference Exhibit</u>
Collection System Maintenance and operation	\$8.95	\$6.35	1
Treatment system costs - for Sand - Gravel Filter System	\$6.23	\$2.90	2
Utility costs - Sand gravel treatment & Pump station	\$1.30	0	3
Disposal system costs - using drip irrigation	\$1.53	\$0.88	4
Sampling and Testing costs - Required by State of Tennessee	\$7.00	0	5
Billing and collection costs	\$1.50	0	6
Miscellaneous Costs	\$0.40	0	7
State of Tennessee Department of Environment Annual Fee	\$0.52	0	8
Bonding costs -	\$0.00	0	9
Franchise - Excise Taxes - Utility Company	\$0.82	0	10
Public Utility Ad Valorem Tax	\$0.95	0	11
Federal Taxes	\$1.11	0	12
Local management fee	\$2.00	0	13
Corporate management fee	\$2.80	0	14
Total	\$35.11	\$10.13	

Fees : Non payment - 5%, Disconnection - \$10, Reconnection - \$15,
Returned Ck - \$20, Access - \$84 / yr